

Fiscal Service, Treasury

§ 342.2

TABLE F—TABLE OF REDEMPTION VALUES PROVIDING AN INVESTMENT YIELD OF 9.00 PERCENT PER ANNUM FOR BONDS BEARING ISSUE DATES BEGINNING OCTOBER 1, 1981

NOTE: This table shows how Retirement Plan Bonds bearing issue dates beginning October 1, 1981, by denomination, increase in redemption value during successive half-year periods following issue. The redemption values have been determined to provide an investment yield of 9.00 percent per annum, compounded semiannually, on the purchase price from issue date to the beginning of each half-year period. The period to maturity is indeterminate in accordance with the provisions of § 341.1(b).

| Period after issue date (years) | Issue price | | | |
|---------------------------------|---|----------|----------|------------|
| | Redemption values during each half-year period (values increase on first day of period shown) | | | |
| | \$50.00 | \$100.00 | \$500.00 | \$1,000.00 |
| First half year ... | \$50.00 | \$100.00 | \$500.00 | \$1,000.00 |
| .5 to 1.0 | 52.24 | 104.48 | 522.40 | 1,044.80 |
| 1.0 to 1.5 | 54.60 | 109.20 | 546.00 | 1,092.00 |
| 1.5 to 2.0 | 57.06 | 114.12 | 570.60 | 1,141.20 |
| 2.0 to 2.5 | 59.62 | 119.24 | 596.20 | 1,192.40 |
| 2.5 to 3.0 | 62.30 | 124.60 | 623.00 | 1,246.00 |
| 3.0 to 3.5 | 65.12 | 130.24 | 651.20 | 1,302.40 |
| 3.5 to 4.0 | 68.04 | 136.08 | 680.40 | 1,360.80 |
| 4.0 to 4.5 | 71.10 | 142.20 | 711.00 | 1,422.00 |
| 4.5 to 5.0 | 74.30 | 148.60 | 743.00 | 1,486.00 |
| 5.0 to 5.5 | 77.64 | 155.28 | 776.40 | 1,552.80 |
| 5.5 to 6.0 | 81.14 | 162.28 | 811.40 | 1,622.80 |
| 6.0 to 6.5 | 84.80 | 169.60 | 848.00 | 1,696.00 |
| 6.5 to 7.0 | 88.60 | 177.20 | 886.00 | 1,772.00 |
| 7.0 to 7.5 | 92.60 | 185.20 | 926.00 | 1,852.00 |
| 7.5 to 8.0 | 96.76 | 193.52 | 967.60 | 1,935.20 |
| 8.0 to 8.5 | 101.12 | 202.24 | 1,011.20 | 2,022.40 |
| 8.5 to 9.0 | 105.66 | 211.32 | 1,056.60 | 2,113.20 |
| 9.0 to 9.5 | 110.42 | 220.84 | 1,104.20 | 2,208.40 |
| 9.5 to 10.0 | 115.40 | 230.80 | 1,154.00 | 2,308.00 |
| 10.0 to 10.5 | 120.58 | 241.16 | 1,205.80 | 2,411.60 |
| 10.5 to 11.0 | 126.02 | 252.04 | 1,260.20 | 2,520.40 |
| 11.0 to 11.5 | 131.68 | 263.36 | 1,316.80 | 2,633.60 |
| 11.5 to 12.0 | 137.60 | 275.20 | 1,376.00 | 2,752.00 |
| 12.0 to 12.5 | 143.80 | 287.60 | 1,438.00 | 2,876.00 |
| 12.5 to 13.0 | 150.28 | 300.56 | 1,502.80 | 3,005.60 |
| 13.0 to 13.5 | 157.04 | 314.08 | 1,570.40 | 3,140.80 |
| 13.5 to 14.0 | 164.10 | 328.20 | 1,641.00 | 3,282.00 |
| 14.0 to 14.5 | 171.48 | 342.96 | 1,714.80 | 3,429.60 |
| 14.5 to 15.0 | 179.20 | 358.40 | 1,792.00 | 3,584.00 |
| 15.0 to 15.5 | 187.26 | 374.52 | 1,872.60 | 3,745.20 |
| 15.5 to 16.0 | 195.70 | 391.40 | 1,957.00 | 3,914.00 |
| 16.0 to 16.5 | 204.50 | 409.00 | 2,045.00 | 4,090.00 |
| 16.5 to 17.0 | 213.70 | 427.40 | 2,137.00 | 4,274.00 |
| 17.0 to 17.5 | 223.32 | 446.64 | 2,233.20 | 4,466.40 |
| 17.5 to 18.0 | 233.36 | 466.72 | 2,333.60 | 4,667.20 |
| 18.0 to 18.5 | 243.86 | 487.72 | 2,438.60 | 4,877.20 |
| 18.5 to 19.0 | 254.84 | 509.68 | 2,548.40 | 5,096.80 |
| 19.0 to 19.5 | 266.32 | 532.64 | 2,663.20 | 5,326.40 |
| 19.5 to 20.0 | 278.30 | 556.60 | 2,783.00 | 5,566.00 |
| 20.0 to 20.5 | 290.82 | 581.64 | 2,908.20 | 5,816.40 |

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PART 342—OFFERING OF UNITED STATES SAVINGS NOTES

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§ 342.0 Offering of notes.

The Secretary of the Treasury offered for sale to the people of the United States, United States Savings Notes (also known as “Freedom Shares”, and generally referred to herein as “savings notes” or “notes”). The notes could be purchased only in combination with Series E savings bonds of the same or greater denomination. This offering was effective from May 1, 1967 until the close of business October 31, 1970 when the sale of savings notes was terminated by the Secretary of the Treasury.

§ 342.1 Definition of words and terms used in this part.

(a) *Payroll savings plan* refers to a voluntary program maintained by an employer whereby its participating officers and employees authorize regular withholdings from their salaries or wages for the purchase of savings bonds.

(b) *Quarter* refers to a 3-month period of a year, as follows: January-February-March, April-May-June, July-August-September, or October-November-December.

§ 342.2 Description of notes.

(a) *General*. Savings notes were issued only in registered form and are non-transferable.

(b) *Term*. A savings note was dated as of the first day of the month in which payment of the purchase price was received by an issuing agent. A note had an original maturity period of 4 years and 6 months and has been granted two 10-year extensions of maturity and an additional extension of 5 years and 6 months with interest; it will reach

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final maturity 30 years from its issue date. A note cannot be called by the Secretary of the Treasury prior to maturity and was not redeemable during the first year from issue date. Thereafter, a note may be redeemed at the option and request of the owner.

(c) *Denominations and purchase prices.* Savings notes were issued on a discount basis. The denominations and purchase prices were as follows:

| Denomination | Purchase price |
|--------------|----------------|
| \$25 | \$20.25 |
| 50 | 40.50 |
| 75 | 60.75 |
| 100 | 81.00 |

Interest is paid as a part of the redemption value. A note increased in value one year after issue date and increases at the beginning of each half-year period thereafter until final maturity, at which time interest ceases to accrue. Interest on a note which is redeemed before maturity ceases to accrue at the end of the interest period next preceding the redemption date, except that if the note is redeemed on a date on which the redemption value increases, interest ceases to accrue on that date.

(d) *Inscription and issue.* At the time of issue, the authorized issuing agent:

(1) Inscribed on the face of each note the name and address of the owner and the name of the beneficiary, if any, or the names of the coowner;

(2) Entered the issue date in the right-hand portion of the note in the space provided for that purpose; and

(3) Imprinted thereunder, by use of the agent's validation indicia for the issue of Series E savings bonds, the date the note was actually inscribed. A note is valid only if an authorized issuing agent received payment therefor and duly inscribed, dated, imprinted validation indicia on the note and delivered it.

§ 342.3 Extended terms and yields for outstanding notes.

(a) *Extended maturity periods.* The terms *extended maturity period* and *second extended maturity period* refer to the 10-year intervals after the original maturity dates during which owners may retain their savings notes and continue

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to earn interest thereon. The term *third extended maturity period* refers to the final interval of 5 years and 6 months during which owners may retain notes and continue to earn interest until final maturity, which occurs 30 years after issue date. No special action is required of owners to take advantage of any extension heretofore or herein granted. The following table describes the previous and final maturities of savings notes:

| Issue dates—1st day of | Previous maturities | | Previous maturity dates—1st day of |
|------------------------|---------------------|------|------------------------------------|
| | yrs. | mos. | |
| May 1967–Oct. 1970 | 24 | 6 | Nov. 1991–Apr. 1995. |

| Issue dates—1st day of | Additional extended maturity period | | Life of notes—yrs. |
|--------------------------|-------------------------------------|------|--------------------|
| | yrs. | mos. | |
| May 1967–Oct. 1970 | 5 | 6 | 30 |

| Issue dates—1st day of | Final maturity dates—1st day of |
|--------------------------|---------------------------------|
| May 1967–Oct. 1970 | May 1997–Oct. 2000 |

(b) *Guaranteed minimum investment yield*—(1) *General.* Except as provided in paragraph (b)(2) of this section, the guaranteed minimum investment yields for outstanding savings notes are as follows:

(i) For savings notes in extended maturity periods prior to November 1, 1982, the guaranteed minimum investment yield was 8.5 percent per annum, compounded semiannually, effective for the period from the first semiannual interest accrual date on or after May 1, 1981, through their next extended maturity dates on or after November 1, 1982.

(ii) For savings notes that entered extended maturity periods during the period of November 1, 1982, through October 1, 1986, the guaranteed minimum investment yield was 7.5 percent per annum, compounded semiannually, for such periods, including notes that entered into an extended maturity period, as shown below:

| Issue dates—1st day of— | Extension | Entered—1st day of |
|-------------------------|-----------|----------------------|
| May 1968–Oct. 1970 | 2nd | Nov. 1982–Apr. 1985. |